Public Utilities Commission of the State of California

Wesley M. Franklin, Executive Director

<u>Headquarters</u> 505 Van Ness Avenue San Francisco, CA 94102 (415) 703-2782 Southern California Office 320 West 4th Street, Suite 500 Los Angeles, CA 90013 (213) 576-7000

Website: http://www.cpuc.ca.gov Calendar Archive: http://www.cpuc.ca.gov/daily_calendar_archive/

Daily Calendar Thursday, December 26, 2002

- Regular Commission Meetings
- Notices
- Subscription Information (Daily Calendar and Agenda)
- Commissioner Office Hours
- Public Meetings and Workshops
- Notice of Draft Resolutions (PU Code § 311(g))
- New Filings
- Petitions for Modification and Applications for Rehearing
- Draft Decisions/Proposed Decisions/Alternates/Presiding Officer's Decisions/ Arbitrator's Reports
- Advice Letter Filings
- Miscellaneous Transportation Items
- Miscellaneous Telecommunication Matters
- Adjournments/Resettings/Hearings Concluded
- Removals from Calendar
- New Settings
- Law and Motion Hearings
- Final Oral Argument
- Hearings
- Notice of Denial of Request for Ex Parte Meeting
- Notice of All-Party Meetings (PU Code §1701.3(c))
- Notice of Ex Parte Communications



The Commission's policy is to schedule hearings (meetings, workshops, etc.) in locations that are accessible to people with disabilities. Please see the *Notice to People With Disabilities* section on page two of this Daily Calendar for further information.

REGULAR COMMISSION BUSINESS MEETINGS

December 30, 2002	11 am	San Francisco (Continuation Meeting of the 12/17/02 Agenda)
January 7, 2003	1:30 pm	San Francisco (Closed Session Only)
January 16, 2003	10 am	San Francisco
January 30, 2003	10 am	San Francisco
February 13, 2003	10 am	San Francisco

COMMISSION RATESETTING DELIBERATIVE MEETINGS

(Not Open to the Public)

Ratesetting Deliberative Meeting dates are reserved as noted but will only be held if there are ratesetting matters to be considered.

January 13, 2003	1:30 pm	San Francisco
January 27, 2003	1:30 pm	San Francisco
February 10, 2003	1:30 pm	San Francisco

NOTICE TO PEOPLE WITH DISABILITIES

The CPUC encourages all Californians to participate in its meetings, hearings, workshops, and proceedings. We try to hold our public meetings only in places that are wheelchair accessible and which can accommodate specialized equipment and other services useful to people with disabilities. Please see the notice of the meeting you wish to attend for more specifics.

If you plan to attend and need specialized accommodations for a particular meeting that are not listed in the notice, request them from the Public Advisor's Office <u>at least three</u> <u>business days in advance of the meeting</u>. Contact the Public Advisor's Office by any one of the following:

• e-mail: public.advisor@cpuc.ca.gov

toll-free: 1-866-849-8390 Voice: 415-703-2074

FAX: 415-355-5404 (Attn.: Public Advisor)

TTY: 1-866-836-7825 (toll-free)

1-415-703-5282

NOTICES

Delivery of Formal Pleadings for Filing

Unless otherwise directed, all courier-delivered documents submitted for filing as part of the formal record in a proceeding should be hand-carried directly to the Commission's Docket Office, Room 2001, 505 Van Ness Avenue in San Francisco; Suite 500, 320 West

4th Street in Los Angeles; or Room 4006, 1350 Front Street in San Diego. All documents sent through the mail for formal filing should be addressed ONLY to the Commission's Docket Office, Room 2001, 505 Van Ness Avenue, San Francisco, CA 94102.

Charge for Commission Documents

To purchase Commission documents, there is a charge of 20 cents a printed page (postage prepaid) with a minimum purchase of \$2.00.

Commission Resources Available for Rental

The auditorium, hearing rooms and training room at the headquarters of the California Public Utilities Commission, located at 505 Van Ness Avenue, San Francisco, are available for rent. Further information about requirements and fees can be obtained by contacting Colette Kondo at (415) 703-1401.

SUBSCRIPTION INFORMATION

Subscription Notice for Draft Agenda Items

In compliance with Public Utilities Code Section 311.5, parties who wish to subscribe to receive draft agenda items may do so by writing to the Public Utilities Commission; Attention: Poly Arca, Room 1003, 505 Van Ness Avenue, San Francisco, CA 94102, or by calling (415) 703-1798. The cost for a one-year subscription to the entire public agenda package (which excludes Executive Session materials) is \$1,000. You may also order a partial agenda package (energy agenda items only or telecommunication agenda items only) at the cost of \$500 per year. The package you receive via mail will include only those agenda items available at the time of the agenda distribution date, which is usually 10 to 12 days prior to the Commission meeting. If agenda items (including revisions) are not ready on the distribution date, they will be made available at no charge in the lobby outside the Commission Auditorium at 9:00 a.m. on the morning of the Commission meeting, but not earlier.

In addition, the Commission will make draft agenda items available for viewing and photocopying (at 20 cents per page) at the Commission's Central Files Office (Room 2002), 505 Van Ness Avenue, San Francisco, and in the Los Angeles, San Diego, and Sacramento field offices. Since the agenda package will be mailed to these locations, it will be available at these locations a day or two after the distribution date. These locations will not receive agenda items that are not ready on the distribution date.

If an agenda item is held over to a subsequent Commission meeting, that agenda item and any revisions to that agenda item that were available on the morning of the initial Commission meeting (as well as any further available revisions) will be mailed in the Escutia package for the subsequent Commission meeting; the item and its revisions will also be available for viewing and photocopying in the Commission's Central Files Office and field offices as set forth above.

Intervenors who have a financial hardship determination pending or granted shall be eligible to receive draft agenda item packets at no charge.

The cost to receive the agenda only, without copies of draft agenda items, remains at \$75 per year.

Subscription Notice for Daily Calendar and/or Agenda

Parties who wish to subscribe to the Daily Calendar and/or the Agenda may do so by writing to the Public Utilities Commission; Attention: Poly Arca, Room 1003, 505 Van Ness Avenue, San Francisco, CA 94102, or by calling (415) 703-1798. The subscription cost for the Daily Calendar is \$225 per year. The Biweekly Daily Calendar is \$50 per year. The Agenda is \$75 per year. Checks are to be made payable to the Public Utilities Commission.

COMMISSIONER OFFICE HOURS

NONE

PUBLIC MEETING & WORKSHOPS

Public Meeting Notice - Deaf and Disabled Telecommunications Program

	Deaf and Disabled	DDTP Offices
İ	Telecommunications Program	505 14 th Street, Suite 400
į	Advisory Committee (DDTPAC)	Oakland
į	January 7, 2003	
	10 am – 4 pm	

The Administrative Committee of the Deaf and Disabled Telecommunications Program will hold a meeting to address the following:

PUBLIC MEETING AGENDA:

- I.) Minutes of the December 2002 DDTPAC Meeting, II.) Approval of Agenda,
- III.) Administrative Business, Public Input (1:00 p.m.), B.) Report from the Chair,
- C.) Executive Director's Report, IV.) Financial Business, V.) Other Business, A.) Report and Recommendation from Finance Subcommittee, B.) Review of PNS Contract,
- C.) Appointment of Interviewing Subcommittee, D.) Extension of CRS Master Agreement,
- E.) Review of Recommendation from CRS RFP Subcommittee, F.) Review of Resolution T-16703, G.) Review of AB 1734 Transition Issues, and VI.) DDTP Departmental Activity Reports.

DDTPAC Meeting Information:

For more information, please contact Katy Franco, DDTP Committee Coordinator at (510) 302-1100 voice or (510) 302-1101 TTY or via e-mail at katyf@ddtp.org.

Environmental Notice:

People with environmental illness or multiple chemical sensitivities must reduce their exposure in order to attend this meeting. Please refrain from wearing perfumes or scents to DDTP meetings.

NOTICE OF DRAFT RESOLUTIONS (Pursuant to PU Code § 311(g))

NONE

NEW FILINGS		
11/25/02	A02-11-057	Point Arena Water Works, Inc., for an order authorizing a rate increase in rates subject to refund producing additional annual revenues of \$70,137 or 56.9% for the test year 2002.
12/20/02	A02-12-026	KSG America, Inc., for registration as an interexchange carrier telephone corporation pursuant to the provisions of Public Utilities Code Section 1013.
12/20/02	A02-12-027	Southern California Gas Company (U 904-G), for authority to update its gas revenue requirement and base rates.
12/20/02	A02-12-028	San Diego Gas and Electric Company (U 902-M), for authority to update its gas and electric revenue requirement and base rates.
PETITIO	NS FOR MODIFI	CATION AND APPLICATIONS FOR REHEARING
12/23/02	C02-06-020	Alex Gee vs. Southern California Edison Company, for an Order (1) that all charges over the baseline rate of \$0.12009 per kilowatt hour be refunded to complainant for the period commencing May 2001 to the present time; and (2) the sum of \$200 if defendant does not honor the GS-SP agreement; Application for Rehearing of Decision 02-12-005 [Rule 85] by Alex Gee .
12/23/02	A02-11-017	Pacific Gas and Electric Company, for authority, among other things, to increase revenue requirements for electric and gas service and to increase rates and charges for gas service effective January 1, 2003; Petition for Modification of D89-01-040 (Rate Case Plan) to Delay

Phase 2 by Pacific Gas and Electric Company.

DRAFT DECISIONS * PROPOSED DECISIONS * ALTERNATES * PRESIDING OFFICER'S DECISION * ARBITRATOR'S REPORTS

NONE

ADVICE LETTER FILINGS

NONE

MISCELLANEOUS TRANSPORTATION ITEMS Filings with Consumer Protection and Safety Division

NONE

MISCELLANEOUS TELECOMMUNICATION MATTERS

Date Filed	Subject
December 23, 2002	California High-Cost Fund-A Administrative Committee Fund: Notice of filing of payment letter(s) for payments to be made on January 6, 2003. Protests or comments may be submitted. All protests and comments must be filed by 12:00 p.m. on or before December 30, 2002 with John M. Leutza, Director of the Telecommunications Division, California Public Utilities Commission, 505 Van Ness Avenue, San Francisco, CA 94102. These payment letters are available at: http://www.cpuc.ca.gov/static/industry/telco/public+programs/index.htm or contact Hassan Mirza at (415) 703-1638.
December 23, 2002	The California High-Cost Fund-B Administrative Committee Fund: Notice of filing of payment letter(s) for payments to be made on January 6, 2003. Protests or comments may be submitted. All protests and comments must be filed by 12:00 p.m. on or before December 30, 2002 with John M. Leutza, Director of the Telecommunications Division, California Public Utilities Commission, 505 Van Ness Avenue, San Francisco, CA 94102. These payment letters are available at: http://www.cpuc.ca.gov/static/industry/telco/public+programs/index.htm or

contact Hassan Mirza at (415) 703-1638.

December 23, 2002

The California Teleconnect Fund Administrative Committee Fund: Notice of filing of payment letter(s) for payments to be made on January 6, 2003. Protests or comments may be submitted. All protests and comments must be filed by 12:00 p.m. on or before December 30, 2002 with John M. Leutza, Director of the Telecommunications Division, California Public Utilities Commission, 505 Van Ness Avenue, San Francisco, CA 94102. These payment letters are available at:

http://www.cpuc.ca.gov/static/industry/telco/public+programs/index.htm, or you may contact Robert Weissman at (415) 703-1989.

December 23, 2002

The Universal Lifeline Telephone Service (ULTS) Trust Administrative Committee Fund: Notice of filing of payment letter(s) for payments to be made on January 6, 2003. Protests or comments may be submitted. All protests and comments must be filed by 12:00 p.m. on or before December 30, 2002 with John M. Leutza, Director of the Telecommunications Division, California Public Utilities Commission, 505 Van Ness Avenue, San Francisco, CA 94102. These payment letters are available at: http://www.cpuc.ca.gov/static/industry/telco/public+programs/index.htm or

contact Hassan Mirza at (415) 703-1638.

TABLE OF SUBMISSION DATES FOR THE PRECEDING TWO WEEKS

12/20/02 A.02-03-046

Galvin - In the Matter of the Application of Apple Valley Ranchos Water Company (U 346 W) for Authority to Increase Rates (as authorized by NOI 02-03-017): In 2003 of \$2,775,000 or 27.1% above revenues generated by present rates, in 2004 of \$497,839 or 3.8% above the revenues generated by the rates proposed for 2003, in 2005 of \$507,422 or 3.7% above the 2004 revenue requirements.

ADJOURNMENTS * RESETTINGS * HEARINGS CONCLUDED

NONE

REMOVALS FROM CALENDAR

NONE

		NEW SETTINGS
1/6/03 ALJ Thomas Comr Wood	10:00 a.m. I.02-06-003	(LM) - Investigation on the Commission's own motion into the operations, practices, and conduct of Pacific Bell Wireless LLC dba Cingular Wireless, U-3060, U-4135 and U-4314, and related entities (collectively "Cingular") to determine whether Cingular has violated the laws, rules and regulations of this State in its sale of cellular telephone equipment and service and its collection of an Early Termination Fee and other penalties from consumers, Commission Courtroom, San Francisco
1/6/03 ALJ Vieth Comr Wood	11:00 a.m. I.02-06-003	(LM) - Investigation on the Commission's own motion into the operations, practices, and conduct of Pacific Bell Wireless LLC dba Cingular Wireless, U-3060, U-4135 and U-4314, and related entities (collectively "Cingular") to determine whether Cingular has violated the laws, rules and regulations of this State in its sale of cellular telephone equipment and service and its collection of an Early Termination Fee and other penalties from consumers, Commission Courtroom, San Francisco
1/22/03 ALJ Halligan Comr Peevey	10:00 a.m. A.02-10-040	(PHC) - In the Matter of the Application of San Diego Gas and Electric Company to Modify and Extend Permanent Gas Procurement Performance-Based Rate Making Mechanism, Commission Courtroom, San Francisco

LAW AND MOTION

Law and Motion Hearings are held before **Administrative Law Judge Sarah R. Thomas** at 10:00 a.m. in one of the Commission's San Francisco Office Hearing Rooms, unless otherwise noted. Law and Motion procedures are governed by Resolution ALJ 164. Copies of Resolution ALJ 164 are available from the Commission's Documents Desk (415) 703-1713 or from Central Files (415) 703-2045.

12/30/02 10:00 a.m. NONE SCHEDULED

1/6/03 ALJ Thomas Comr Wood	10:00 a.m. I.02-06-003	(LM) - Investigation on the Commission's own motion into the operations, practices, and conduct of Pacific Bell Wireless LLC dba Cingular Wireless, U-3060, U-4135 and U-4314, and related entities (collectively "Cingular") to determine whether Cingular has violated the laws, rules and regulations of this State in its sale of cellular telephone equipment and service and its collection of an Early Termination Fee and other penalties from consumers, Commission Courtroom, San Francisco
1/6/03 ALJ Vieth Comr Wood	11:00 a.m. I.02-06-003	(LM) - Investigation on the Commission's own motion into the operations, practices, and conduct of Pacific Bell Wireless LLC dba Cingular Wireless, U-3060, U-4135 and U-4314, and related entities (collectively "Cingular") to determine whether Cingular has violated the laws, rules and regulations of this State in its sale of cellular telephone equipment and service and its collection of an Early Termination Fee and other penalties from consumers, Commission Courtroom, San Francisco
1/13/03	10:00 a.m.	NONE SCHEDULED

FINAL ORAL ARGUMENTS (FOA)

NONE

HEARINGS

Dates in parentheses following the word "also" are subject to change without notice. The assigned Commissioner's name is listed next to the proceedings as matter of record; the assigned Commissioner may not be present at the hearing.

(PHC) = Prehearing Conference	(WS) = Workshop
(EH) = Evidentiary Hearing	(FPH) = Full Panel Hearing
(PPH) = Public Participation Hearing	(AH) = Arbitration Hearing
(IAM) = Initial Arbitration Meeting	(CA) = Closing Argument
(M) = Mediation	(LM) = Law & Motion
(ECP) = Expedited Complaint Procedure	(OA) = Oral Argument

(OSC) = Order to Show Cause

1/6/03 ALJ Wetzell Comr Wood	9:00 a.m. A.02-05-004	(EH) - Application of Southern California Edison Company (U 338-E) For Authority to, Among Other Things, Increase Its Authorized Revenues For Electric Service in 2003, And to Reflect That Increase in Rates, and
	I.02-06-002	(EH) - Investigation on the Commission's Own Motion into the Rates, Operations, Practices, Service and Facilities of Southern California Edison Company, Commission Courtroom, San Francisco (also January 7 – 10; January 13 – 17; January 21 – 24; February 24 – 28; March 3 – 4; May 27 - 30)
1/6/03 ALJ Thomas Comr Wood	10:00 a.m. I.02-06-003	(LM) - Investigation on the Commission's own motion into the operations, practices, and conduct of Pacific Bell Wireless LLC dba Cingular Wireless, U-3060, U-4135 and U-4314, and related entities (collectively "Cingular") to determine whether Cingular has violated the laws, rules and regulations of this State in its sale of cellular telephone equipment and service and its collection of an Early Termination Fee and other penalties from consumers, Commission Courtroom, San Francisco
1/6/03 ALJ Vieth Comr Wood	11:00 a.m. I.02-06-003	(LM) - Investigation on the Commission's own motion into the operations, practices, and conduct of Pacific Bell Wireless LLC dba Cingular Wireless, U-3060, U-4135 and U-4314, and related entities (collectively "Cingular") to determine whether Cingular has violated the laws, rules and regulations of this State in its sale of cellular telephone equipment and service and its collection of an Early Termination Fee and other penalties from consumers, Commission Courtroom, San Francisco
1/7/03 ALJ Carew Comr Peevey	9:30 a.m. R.02-06-001	(WS – Working Group 1) - Order Instituting Rulemaking on policies and practices for advanced metering, demand response, and dynamic pricing, Commission Auditorium, San Francisco

1/7/03 ALJ Simon Comr Brown	10:00 a.m. C.02-11-011	(PHC) - Telscape Communications, Inc. (U-6589-C), Complainant, vs. Pacific Bell Telephone Company (U-1001-C), Defendant, Commission Courtroom, San Francisco
1/8/03 ALJ Econome Comr Wood	9:00 a.m. A.02-11-020	(PHC) - In the Matter of the Application of CALIFORNIA WATER SERVICE COMPANY (U 60 W), a corporation, for an order authorizing it to increase rates charged for water service in the REDWOOD VALLEY district by \$566,100, or 78.3%, in 2003, by \$205,600 or 16.0%, in 2004, by \$200,300, or 13.4%, in 2005, and \$201,000, or 11.9% in 2006, Commission Courtroom, San Francisco
1/8/03 ALJ Galvin Comr Wood	9:00 a.m. A.02-11-021	(PHC) - In the Matter of the Application of CALIFORNIA WATER SERVICE COMPANY (U 60 W), a corporation, for an order authorizing it to increase rates charged for water service in the ANTELOPE VALLEY district by \$60,300, or 5.8%, in 2003, by \$130,600 or 11.8%, in 2004, by \$126,900, or 10.2%, in 2005, and \$127,500, or 9.3% in 2006, Commission Courtroom, San Francisco
1/8/03 ALJ Galvin Comr Wood	9:00 a.m. A.02-11-022	(PHC) - In the Matter of the Application of CALIFORNIA WATER SERVICE COMPANY (U 60 W), a corporation, for an order authorizing it to increase rates charged for water service in the KERN RIVER VALLEY district by \$913,200, or 46.9%, in 2003, by \$148,800 or 5.3%, in 2004, by \$137,500, or 4.6%, in 2005, and \$139,000, or 4.4% in 2006, Commission Courtroom, San Francisco
1/8/03 ALJ Walker Comr Wood	10:00 a.m. A.99-10-010	(PHC) - In the Matter of the Application of Verizon California Incorporated (U 1002 C) for Authority Pursuant to Public Utilities Code Section 851 to Lease Space to Third Parties and Affiliates, and to Share Certain Assets with Affiliates, Commission Courtroom, San Francisco
1/8/03 ALJ Grau Comr Brown	10:00 a.m. C.02-08-033	(TELEPHONIC – PHC)Michael R. O'Gorman, Complainant, vs. AT&T Broadband Phone of California, LLC, Defendant, Commission Room 5011, San Francisco

1/9/03 ALJ Patrick	10:00 a.m. C.02-11-043	(ECP) - Christel Osburn, Complainant, vs. Pacific Gas and Electric Company, Defendant, Commission Courtroom, San Francisco
1/9/03 ALJ Terkeurst Comr Lynch	10:00 a.m. I.02-11-040	(PHC) - Order Instituting Investigation into the Gas Market Activities of Southern California Gas Company, San Diego Gas and Electric, Southwest Gas, Pacific Gas and Electric, and Southern California Edison and their impact on the Gas Price Spikes experienced at the California Border from March 2000 through May 2001, Commission Courtroom, San Francisco
1/9/03 ALJ Barnett Comr Wood	2:00 p.m. A.02-05-004	(PHC) - Application of Southern California Edison Company (U 338-E) For Authority to, Among Other Things, Increase Its Authorized Revenues For Electric Service in 2003, And to Reflect That Increase in Rates, and
	I.02-06-002	(PHC) - Investigation on the Commission's Own Motion into the Rates, Operations, Practices, Service and Facilities of Southern California Edison Company, Commission Courtroom, San Francisco
1/10/03 ALJ Terkeurst Comr Lynch	10:00 a.m. A.02-09-043	(PHC) - In the Matter of the Application of Pacific Gas and Electric Company (U 39 E) for a Certificate of Public Convenience and Necessity Authorizing the Construction of the Jefferson-Martin 230 kV Transmission Project, Commission Courtroom, San Francisco
1/14/03 ALJ Walker Comr Brown	10:00 a.m. C.02-07-008	(PHC) – Teltrex Management Corporation, Complainant, vs. Pacific Bell, Defendant, Commission Courtroom, San Francisco
1/14/03 ALJ Gottstein Comr Lynch	10:00 a.m. I.00-11-001	(PHC) - Order Instituting Investigation into Implementation of Assembly Bill 970 Regarding the Identification of Electric Transmission and Distribution Constraints, Actions to Resolve Those Constraints, and Related Matters Affecting the Reliability of Electric Supply. Commission Courtroom, San Francisco

1/15/03 ALJ Sullivan Comr Brown	10:00 a.m. A.02-05-034	(EH) – Application of Gary Wayne Shurtliff to Obtain a Household Goods Carrier Permit Pursuant to the Household Goods Carrier Act, contained in Division 2, Chapter 7 of the California Public Utilities Code (sections 5101 et. Seq.), Commission Courtroom, State Office Building 320 West 4 th Street, Suite 500 Los Angeles, CA
1/16/03 ALJ Rosenthal Comr Peevey	10:00 a.m. A.02-02-018	(EH) - Application of THE BURLINGTON NORTHERN SANTA FE RAILWAY COMPANY for an order closing Avenue 13, CPUC Crossing No. 2- 1016.3, D.O.T. No. 028-603-E, at its intersection with Applicant's main track Madera County, California, Commission Courtroom, San Francisco (also January 17)
1/17/03 ALJ Evans Comr Duque	10:00 a.m. A.02-01-004	(PHC) - In the Matter of the Application of the KERMAN TELEPHONE CO. (U 10122 C) to Restructure Intrastate Rates and Charges for Telephone Services Furnished Within the State of California, Commission Courtroom, San Francisco
1/17/03 ALJ Barnett	12:00 Noon C.02-10-041	(ECP) - Tangiers Motel, c/o Rajubhai Patel, Complainant, vs. Pacific Bell, Defendant, Commission Courtroom, State Office Building 320 West 4 th Street, Suite 500 Los Angeles, CA
1/17/03 ALJ Barnett	1:00 p.m. C.02-11-029	(ECP) - Ronald D. Capizzi, Complainant, vs. Pacific Bell Telephone Company, Defendant, Los Angeles State Office Building 320 West 4 th Street, Suite 500 Los Angeles, CA
1/21/03 ALJ Long Comr Peevey	10:30 a.m. A.02-10-031	(PHC) - In the Matter of the Application of PACIFICORP (U 901-E) for Exemption from the Requirements of California Public Utilities Code Section 851, Commission Courtroom, San Francisco

1/22/03 ALJ Mattson Comr Peevey	9:30 a.m. I.02-04-026	(EH) - Order Instituting Investigation into the ratemaking implications for Pacific Gas and Electric Company (PG&E) pursuant to the Commission's Alternative Plan for Reorganization under Chapter 11 of the Bankruptcy Code for PG&E, in the United States Bankruptcy Court, Northern District of California, San Francisco Division, In re Pacific Gas and Electric Company, Case No. 01-30923 DM, Commission Courtroom, San Francisco
1/22/03 ALJ Halligan Comr Peevey	10:00 a.m. A.02-10-040	(PHC) - In the Matter of the Application of San Diego Gas and Electric Company to Modify and Extend Permanent Gas Procurement Performance-Based Rate Making Mechanism, Commission Courtroom, San Francisco
1/22/03 ALJ Patrick	1:00 p.m. C.02-11-052	(ECP) – Beverly Robinson, Complainant, vs. Frontier, a Citizens Communications Company, Defendant, Employment Development Department 722 Capitol Mall, Room 4079 Sacramento, CA
1/23/03 ALJ McVicar Comr Wood	2:00 p.m. & 7:00 p.m. A.02-09-030	(PPH) - In the Matter of the Application of the CALIFORNIA-AMERICAN WATER COMPANY (U 210 W) for an order authorizing it to increase its rates for water service in its Sacramento District to increase revenues by \$8,198,700 in the year 2003; and \$1,955,000 in the year 2004, and
	A.02-09-031	(PPH) - In the Matter of the Application of the CALIFORNIA-AMERICAN WATER COMPANY (U 210 W) for an order authorizing it to increase its rates for water service in its Larkfield District to increase revenues by \$512,800 in the year 2003; and \$96,900 in the year 2004, and
	A.02-09-032	(PPH) - In the Matter of the Application of the CALIFORNIA-AMERICAN WATER COMPANY (U 210 W) for an order authorizing it to increase its rates for water service in its Felton District to increase revenues by \$410,200 in the year 2003; \$101,200 in 2004; and \$31,000 in the year 2005, and

A.02-09-033

(PPH) - In the Matter of the Application of the CALIFORNIA-AMERICAN WATER COMPANY (U 210 W) for an order authorizing it to increase its rates for water service in its Montara District to increase revenues by \$234,200 in the year 2003; \$38,200 in 2004; and \$45,000 in the year 2005, Cordova Recreation & Park District Building 2197 Chase Drive Rancho Cordova, CA

Also:

AISU.	
1/27/03	Monterey Conference Center
2:00 p.m.&	One Portola Plaza
7:00 p.m.	Monterey, CA
1/28/03	Half Moon Bay Community Center
2:00 p.m. &	535 Kelly Avenue
7:00 p.m.	Half Moon Bay, CA
1/29/03	Felton Community Hall
2:00 p.m. &	6191 Highway 9
7:00 p.m.	Felton, CA
1/30/03 2:00 p.m. & 7:00 p.m.	Luther Burbank Center Room: Concert Chamber 50 Mark West Springs Road Santa Rosa, CA
Public Utilitie	naking to implement the provisions of as Code § 761.3 enacted by Chapter 19 of econd Extraordinary Legislative Session,

1/27/03 10:00 a.m.

9:00 a.m. -

R.02-11-039

A.01-09-012

1:00 p.m.

1/24/03

ALJ Sullivan

Comr Wood

ALJ Bushey

Comr Brown

(EH) - In the Matter of the Application of the City of San Diego for an order authorizing modification of an existing at-grade crossing on three light rail vehicle tracks and one heavy rail track of the Metropolitan Transit Development Board, and one heavy rail track of the Burlington Northern and Santa Fe Railway Company, at Park Boulevard, in the City of San Diego, San Diego County, California,

Commission Courtroom, San Francisco (also January 28 – 31)

Commission Auditorium, San Francisco

1/29/03 ALJ Patrick	10:00 a.m. C.02-12-005	(ECP) - Lee Berlinsky, Complainant, vs. SBC Pacific Bell, Defendant, Commission Courtroom, San Francisco
1/30/03 ALJ Barnett Comr Duque	10:00 a.m. C.01-06-040	(EH) - Dr. Augusto Baronio Martins, Complainant, vs. Cingular Wireless (formerly known as Pacific Bell Wireless), Defendant, Commission Courtroom, San Francisco
2/3/03 ALJ Sullivan Comr Wood	9:00 a.m. – 1:00 p.m. R.02-11-039	(WS) - Rulemaking to implement the provisions of Public Utilities Code § 761.3 enacted by Chapter 19 of the 2001-02 Second Extraordinary Legislative Session, Commission Auditorium, San Francisco
2/6/03 ALJ Simon Comr Wood	2:00 p.m. C.02-07-020	(TELEPHONIC - PHC) - City Of Delano, Complainant, vs. Union Pacific Railroad Company, Defendant, Commission Room 5024, San Francisco
2/13/03 ALJ Econome Comr Duque	9:00 a.m. A.02-07-025	(EH) - Application of Bakman Water Company (U 219 W) for Authority to: (1) Remove the Proceeds of Water Contamination Lawsuits From Contributions- In-Aid-of Construction, (2) Increase Rate Base, and (3) Recover Increased Revenue Requirements in Rates, Commission Courtroom, San Francisco (also February 14)
2/13/03 ALJ DeBerry Comr Peevey	10:00 a.m. A.02-04-001	(EH) - In the Matter of the Application of Southern California Water Company for a Certificate of Public Convenience and Necessity Pursuant to Public Utilities Code Section 1001 to Construct an 8.4 MW Natural Gas-Fueled Generator Facility in its Bear Valley Electric Service Division, Commission Courtroom, San Francisco (also February 14)

2/13/03 ALJ Bemesderfer Comr Brown	10:00 a.m. I.02-09-001	(PHC) - In the Matter of the Order Instituting Investigation on the Commission's Own Motion into the Operations and Practices of Laurie Rose Nelson- Akst, an Individual Doing Business As All America Express Moving and Storage (T-189, 147), and of All America Express Moving and Storage Services, Inc., a California Corporation, and its President, Laurie Rose Nelson-Akst, and Vice-President, Etay Akst, Respondents, Commission Courtroom, San Francisco
2/18/03 ALJ Evans Comr Duque	10:00 a.m. A.02-01-004	(EH) - In the Matter of the Application of the KERMAN TELEPHONE CO. (U 10122 C) to Restructure Intrastate Rates and Charges for Telephone Services Furnished Within the State of California, Commission Courtroom, San Francisco (also February 19 – 21 and February 24 – 28)
2/18/03 ALJ Rosenthal Comr Peevey	10:00 a.m. A.02-05-054	(EH) - Application of the City of WEST SACRAMENTO for an Order authorizing construction of a crossing at grade between Lake Washington Boulevard and the tracks on the Yolo Shortline Railroad Company, Commission Courtroom, San Francisco (also February 19)
3/4/03 ALJ Bemesderfer Comr Brown	9:00 a.m. I.02-09-001	(EH) - In the Matter of the Order Instituting Investigation on the Commission's Own Motion into the Operations and Practices of Laurie Rose Nelson- Akst, an Individual Doing Business As All America Express Moving and Storage (T-189, 147), and of All America Express Moving and Storage Services, Inc., a California Corporation, and its President, Laurie Rose Nelson-Akst, and Vice-President, Etay Akst, Respondents, Commission Courtroom, San Francisco (also March 5 – 6)

3/4/03 ALJ Evans Comr Duque	10:00 a.m. A.02-07-021	(EH) - In the Matter of the Application of Southern California Water Company (U 133 W) for an Order pursuant to Public Utilities Code Section 851 Approving a Settlement Agreement that will Convey Water Rights in the Culver City Customer Service Area, Commission Courtroom, San Francisco (also March 5 – 7)
3/17/03 ALJ Vieth Comr Wood	9:00 a.m. I.02-06-003	(EH) - Investigation on the Commission's own motion into the operations, practices, and conduct of Pacific Bell Wireless LLC dba Cingular Wireless, U-3060, U-4135 and U-4314, and related entities (collectively "Cingular") to determine whether Cingular has violated the laws, rules and regulations of this State in its sale of cellular telephone equipment and service and its collection of an Early Termination Fee and other penalties from consumers, Commission Courtroom, San Francisco (also March 18 – 21 and March 24 - 27)
3/24/03 ALJ McVicar Comr Wood	9:30 a.m. A.02-09-030	(EH) - In the Matter of the Application of the CALIFORNIA-AMERICAN WATER COMPANY (U 210 W) for an order authorizing it to increase its rates for water service in its Sacramento District to increase revenues by \$8,198,700 in the year 2003; and \$1,955,000 in the year 2004, and
	A.02-09-031	(EH) - In the Matter of the Application of the CALIFORNIA-AMERICAN WATER COMPANY (U 210 W) for an order authorizing it to increase its rates for water service in its Larkfield District to increase revenues by \$512,800 in the year 2003; and \$96,900 in the year 2004, and
	A.02-09-032	(EH) - In the Matter of the Application of the CALIFORNIA-AMERICAN WATER COMPANY (U 210 W) for an order authorizing it to increase its rates for water service in its Felton District to increase revenues by \$410,200 in the year 2003; \$101,200 in 2004; and \$31,000 in the year 2005, and

	A.02-09-033	(EH) - In the Matter of the Application of the CALIFORNIA-AMERICAN WATER COMPANY (U 210 W) for an order authorizing it to increase its rates for water service in its Montara District to increase revenues by \$234,200 in the year 2003; \$38,200 in 2004; and \$45,000 in the year 2005, Commission Courtroom, San Francisco (also March 25 – 28 and April 1 – 4)
3/25/03 ALJ Simon Comr Wood	10:00 a.m. C.02-07-020	(EH) - City Of Delano, Complainant, vs. Union Pacific Railroad Company, Defendant, Commission Courtroom, San Francisco (also March 26 – 27 at 9:00 a.m.)
4/1/03 ALJ Wong Comr Lynch	10:00 a.m. A.01-10-011	(EH) - Application of Pacific Gas and Electric Company Proposing a Market Structure and Rules for the Northern California Natural Gas Industry for the Period Beginning January 1, 2003 as Required by Commission Decision 01-09-016. (U 39 G), Commission Courtroom, San Francisco (also April 2 – 4; April 7; and April 8 - 10 if needed at 9:00 a.m.)
4/8/03 ALJ Vieth Comr Peevey	9:00 a.m. C.02-09-035	(EH) - Industry Entertainment, Complainant, vs. SBC Pacific Bell, Defendant, Commission Courtroom, State Office Building 320 West 4 th Street, Suite 500 Los Angeles, CA
4/9/03 ALJ Barnett Comr Lynch	10:00 a.m. A.01-06-041	(EH) - In the Matter of the Application of SIERRA PACIFIC POWER COMPANY (U-903-E) for an Order Authorizing an Immediate Interim Rate Increase, Subject to Refund, and for Consideration of a Rate Stabilization Plan, Commission Courtroom, San Francisco (also April 10 - 11)
4/28/03 ALJ Kenney Comr Lynch	10:00 a.m. R.01-09-001	(EH) - Order Instituting Rulemaking on the Commission's Own Motion to Assess and Revise the New Regulatory Framework for Pacific Bell and Verizon California Incorporated, and

I.01-09-002

(EH) - Order Instituting Investigation on the Commission's Own Motion to Assess and Revise the New Regulatory Framework for Pacific Bell and Verizon California Incorporated, Commission Courtroom, San Francisco (also April 29 – May 2, May 5 - 9, and May 12 - 13 at 9:00 a.m.)

NOTICE OF DENIAL OF REQUEST FOR EX PARTE MEETING

On September 20, 1996, the Commission adopted Resolution ALJ 169 regarding the "Filing of Notice of Denial of Request for Ex Parte Meeting." The resolution implements an interim procedure whereby a party whose written request for an ex parte meeting with a Commissioner has been denied will be allowed to file a notice of such denial. Copies of Resolution ALJ 169 are available from the Commission's Central Files Office at 505 Van Ness Avenue, Room 2002, San Francisco; telephone (415) 703-2045. Copies of tendered notices are available in the Central Files Office for review and/or reproduction under existing procedures. They are also available from the filing party who is under the obligation to provide copies of the notice without delay.

NONE

NOTICE OF ALL-PARTY MEETINGS (PU Code § 1701.3(c))

NONE

NOTICE OF EX PARTE COMMUNICATIONS

Copies of tendered notices are available in the Central Files Office for review and/or reproduction under existing procedures. They are also available from the filing party who is under the obligation to provide copies of the notice without delay.

11/27/02 A02-11-017

Pacific Gas and Electric Company, for authority, among other things, to increase revenue requirements for electric and gas service and to increase rates and charges for gas service effective January 1, 2003.

Summary: On November 27, 2002, Gordon Smith, President and Chief Executive Officer, Pacific Gas and Electric Company (PG&E), wrote a letter (attached to the

notice) to Cmmrs. Lynch, Brown, Duque, Peevey and Wood. Copies of the letter were also sent to Wesley Franklin, Executive Director, Paul Clanon, Director of the Energy Division, Gary Cohen, General Counsel, Regina Birdsell, Director of the Office of Ratepayer Advocates, Peter Arth, Kevin Coughlan and Julie Fitch, advisors to Cmmr. Peevey, David Gamson, Belinda Gatti and Peter Hanson, advisors to Cmmr. Brown, Trina Horner and Robert Kinosian, advisor to Pres. Lynch, Bill Julian, Manuel Ramirez and Steven Weissman, advisors to Cmmr. Wood, and Laura Krannawitter and Lynne McGhee, advisors to Cmmr. Duque. The letter urges the Commission to take immediate action on a motion that PG&E filed on August 27, 2002, related to PG&E's 2003 general rate case application.

Filer: Pacific Gas and Electric Company

Contact: Michelle Brown Phone: (415) 973-4662 email: mtt3@pge.com

11/27/02 R01-10-024 Order Instituting Rulemaking to Establish Policies and

Cost Recovery Mechanisms for Generation

Procurement and Renewable Resource Development.

Summary: On November 22, 2002, Bill Stock, Chief, Regulatory Relations, Pacific Gas and Electric Company (PG&E), met with Laura Krannawitter, advisor to Cmmr. Duque, in San Francisco. Also present were Lynne McGhee, advisor to Cmmr. Duque, and Les Guliasi, Director, Regulatory Relations, Roy Kuga, Director, Gas and Electric Supply, and Bill Manheim, Attorney, for PG&E. Kuga stated that PG&E intends to continue to work with the Commission to ensure that the procurement plan meets the requirements of SB 1976. Manheim stated that the plan approved by the Commission needs to include a trigger mechanism to ensure that cost recovery timely tracks procurement costs incurred. Kuga stated that approval of the plan constitutes up-front approval of the procurement costs and that PG&E's reasonableness exposure is limited to the utility's cost of administering the contracts.

Filer: Pacific Gas and Electric Company

Contact: Michelle Brown Phone: (415) 972-5611 email: mtt3@pge.com

12/5/02 R01-10-024 Order Instituting Rulemaking to Establish Policies and

Cost Recovery Mechanisms for Generation

Procurement and Renewable Resource Development.

Summary: On December 2, 2002, Bill Stock, Chief, Regulatory Relations, Pacific Gas and Electric Company (PG&E), met with Kevin Coughlan, advisor to Cmmr. Peevey, in San Francisco. Also present were Roy Kuga, Director, Gas and Electric Supply, and Bill Manheim, Attorney, for PG&E. Manheim stated that the Commission should adopt a maximum disallowance risk associated with the administration of the California Department of Water Resources (CDWR) contracts, and that the cap be equal to PG&E's incremental costs incurred to administer the CDWR contracts. Kuga stated that the draft decision (DD) needed to be modified to ensure that surplus sales should be sold

under the utility's procurement plan and therefore not be subject to reasonableness review. Kuga also noted that the cost of financial hedges for the CDWR contracts should be borne by CDWR and recovered as part of the CDWR revenue requirement. Manheim stated that the DD should be modified to ensure that CDWR indemnifies PG&E or, if CDWR does not indemnify PG&E, such costs should be recoverable in rates. Manheim and Kuga also registered PG&E's continuing objection to any general effort to compel any forced assumption of CDWR contract operation, dispatch, fuel procurement, or other duties.

Filer: Pacific Gas and Electric Company

Contact: Michelle Brown Phone: (415) 972-5611 email: mtt3@pge.com

12/5/02 R93-04-003 Commission Order Instituting Rulemaking on
Commission's own motion to govern open access to
bottleneck services and establish a framework for
network architecture development of dominant carrier
networks and
I93-04-002 Commission Order Instituting Investigation on the

Commission's own motion into open access and network architecture development of dominant carrier

networks.

Summary: On December 3, 2002, Tim McCallion, President-Pacific Region, Verizon California Inc. (Verizon), met with Cmmr. Peevey and Cmmr. Brown in two separate meetings in San Francisco. Also present were Lester Wong, advisor to Cmmr. Peevey, and Jenny Wong, Director – Regulatory Affairs, for Verizon. McCallion expressed great concern about the interim unbundled network element (UNE) rates recommended by the draft decision, particularly the magnitude of the reductions on loops and switching costs. McCallion noted that the proposed reductions were severe and on a percentage basis were significantly larger than those adopted for Pacific Bell. McCallion stated that the proposed UNE rates, if adopted, will significantly harm Verizon by creating artificially low UNE prices and sending inefficient pricing signals to competitors. McCallion stated that in doing so, the Commission would discourage investment by both Verizon as well as the competitive local exchange carriers. McCallion explained that the reasonableness of Verizon's proposal for interim rates is supported by the recent Florida decision.

Filer: Verizon California Inc.

Contact: Terry Tannen Phone: (415) 474-4921

12/13/02 A02-06-021 San Diego Gas & Electric Company (U 902-M), for

Authority to Extend its Short-Term Borrowing Authorization of an aggregate amount not to exceed \$200,000,000 through December 31, 2007, in addition to that amount otherwise authorized by Public Utilities

Code Section 823.

Summary: AUGMENTATION REQUIRED. On December 10, 2002, Billy Blattner, CPUC Relations Manager of Sempra Energy Utilities (SEU), met with Manuel Ramirez, advisor to Cmmr. Wood. Also present was Judy Peck, CPUC Relations Managers of SEU. Written information (attached to the notice) was transmitted electronically to Manuel Ramirez and Steven Weissman, advisor to Cmmr. Wood. Blattner explained that San Diego Gas & Electric Company's (SDG&E) current authorization to borrow \$200 million in short-term debt enables SDG&E to quickly and cost-effectively cover temporary cash shortfalls encountered in the ordinary course of business. Blattner added that SDG&E views the extension of short-term debt authority as a critical, but routine matter. Blattner stated that SDG&E supports the alternate of Cmmr. Brown, which utilizes the same language as the original draft decision.

Filer: Sempra Energy Utilities

Contact: Renee Le Camus Phone: (415) 202-9986

email: rlecamus@sempra.com

12/13/02	A00-11-038	Southern California Edison Company, for authority to institute a rate stabilization plan with a rate increase and end of rate freeze tariffs.
	A00-11-056	Pacific Gas and Electric Company, for emergency
		application to adopt a rate stabilization plan.
	A00-10-028	The Utility Reform Network, for modification of
		Resolution E-3527.

Summary: On December 11, 2002, Lee Schavrien, Vice President of Sempra Energy Utilities (SEU), met with Kevin Coughlan, advisor to Cmmr. Peevey, and Cmmr. Brown in two separate meetings in San Francisco. At the meeting with Cmmr. Brown also present were David Gamson and Peter Hanson, advisors to Cmmr. Brown. Leslie Katz, Regional Vice President of SEU, participated in both meetings. Schavrien stated that at this time San Diego Gas & Electric (SDG&E) does not anticipate a need to increase its commodity rates as a result of the proposed decision nor the alternates proffered by Pres. Lynch and Cmmr. Peevey. Schavrien stated that with the direct access exit fee (CRS) revenue and other balancing account overcollections SDG&E should be able to offset any necessary increase resulting from the Department of Water Resources (DWR) bond charge. However, Schavrien stated that absent any revenue from the CRS or balancing account overcollections, SDG&E's ERRA commodity mechanism is designed to adjust rates in a timely manner consistent with AB 57. Katz stated that SDG&E would not be opposed to a consolidation of the alternates.

Filer: Sempra Energy Utilities

Contact: Renee Le Camus Phone: (415) 202-9986

email: rlecamus@sempra.com

12/16/02 R01-10-024 Order Instituting Rulemaking to Establish Policies and

Cost Recovery Mechanisms for Generation

Procurement and Renewable Resource Development

Summary: LATE FILED. On December 9, 2002, Alan J. Fohrer, Chairman, President and Chief Executive Officer of Southern California Edison Company (SCE), met with Cmmr. Wood in San Francisco. Also present were Steven Weissman and Manuel Ramirez, advisors to Cmmr. Wood, and Bruce Foster, Vice President, Regulatory Operations of SCE. Written material (attached to the notice) was used. Fohrer and Foster stated that the Commission should not order SCE to enter into an operating agreement with the Department of Water Resources.

Filer: Southern California Edison Company

Contact: Henry Romero Phone: (626) 302-4124

email: henry.romero@sce.com

12/16/02 A01-03-036 San Diego Gas & Electric Company, for a Certificate

of Public Convenience and Necessity for the Valley-

Rainbow 500 KV Interconnect Project.

Summary: On December 11, 2002, Osa Amri, an attorney for the Save Southwest Riverside County (SSRC), met with Cmmr. Brown in an all-party meeting in San Francisco. Also present were Belinda Gatti, advisor to Cmmr. Brown, representatives of the Office of Ratepayer Advocates, Tilden Kim, an attorney for the City of Temecula, James Kawahara, an attorney for the Pechanga Development Corporation, Wayne Schmus, the Community Intervenors' expert transmission consultant, representatives from the Centex Homes, Sierra Club, Greenpeace, San Diego Gas & Electric Company (SDG&E), and the California Independent System Operator. Armi urged the Commission to adopt the ALJ's proposed decision (PD). Armi argued that in light of SDG&E's failure to prove its case, the Commission should not proceed to Phase 2, as that phase would impose considerable hardship on the residents of southwestern Riverside County. Armi noted that Cmmr. Duque's alternate not only applies the inherently conservative N-1/G-1 reliability criterion, but also assumes that no new generation will be built in San Diego area. Armi argued that SDG&E is already overly dependent on imported electricity. Armi stated that instead of securing local generations, SDG&E is pushing the Valley Rainbow project, which would cost about the same as a new power plant, but produce no additional electricity. Schmus explained that there are serious problems with SDG&E's proposal. Kawahara described that status of proceedings before the Bureau of Indian Affairs and of a bill passed by both houses of Congress to protect the Great Oak Ranch from condemnation by SDG&E. Kim concurred that the Commission should dismiss the application.

Filer: Save Southwest Riverside County, City of Temecula, and Pechanga

Development Corporation

Contact: Osa Armi Phone: (415) 552-7272

Summary: On December 11, 2002, Billy Blattner, CPUC Relations Manager of Sempra Utilities (SEU), met with Belinda Gatti, advisor to Cmmr. Brown, in San Francisco. Also present were Steve Nelson, Attorney, Sempra Energy, and Judy Peck, SEU CPUC Relations Manager. Blattner stated that San Diego Gas & Electric

Company (SDG&E) supports Cmmr. Duque's alternate, which would enable the Commission to study routes, environmental impacts and project alternatives in Phase 2 of the proceeding. Blattner explained that any new generation in San Diego will displace older inefficient generation which cannot compete to serve base load, resulting in plant shut downs or costly reliability must-run (RMR) condition to contracts. Nelson pointed out that additional increases in SDG&E's RMR costs could exceed the carrying cost of Valley-Rainbow Interconnect (VRI). Nelson emphasized that if the Commission closes the proceeding, they will have done nothing to address the electric reliability deficit in San Diego. Nelson illustrated the arbitrary nature of the five-year planning horizon in both decisions. Blattner pointed out that the reliability analysis used in the decisions does not include generation retirements or economic displacement. Blattner explained that the project is justified for reliability purposes and that any economic benefits simply increase the value of the project.

Filer: Sempra Energy Utilities

Contact: Renee Le Camus Phone: (415) 202-9986

 $email:\ rlecamus@sempra.com$

Summary: On December 11, 2002, Jim Avery, Senior Vice President of Sempra Utilities (SEU), met with Cmmr. Brown in an all-party meeting in San Francisco. Also present were Belinda Gatti and Peter Hanson, advisors to Cmmr. Brown, Kevin Coughlan, advisor to Cmmr. Peevey, Steve Nelson, Attorney, Sempra Energy, and Billy Blattner, CPUC Relations Manager, and Leslie Katz, Regional Vice President, for SEU. A list of other attendees was maintained by Cmmr. Brown's office. Katz stated that San Diego Gas & Electric Company (SDG&E) supports Cmmr. Duque's alternate, which would enable the Commission to study routes, environmental impacts and project alternatives in Phase 2 of the proceeding. Katz argued that the proposed decision would risk blackouts by essentially killing the Valley-Rainbow Interconnect (VRI). Avery explained that generation is not a substitute for transmission and described recent generator status changes in San Diego that result in substantially increased costs and the electricity reliability deficit occurring sooner than SDG&E had estimated. Katz added that VRI will also improve access to renewable resources.

Filer: Sempra Energy Utilities

Contact: Renee Le Camus Phone: (415) 202-9986

email: rlecamus@sempra.com

Summary: On December 11, 2002, James Scarff, counsel for the Office of Ratepayer Advocates (ORA), attended an all-party meeting with Cmmr. Brown in San Francisco. Also present were Belinda Gatti, advisor to Cmmr. Brown, Kevin Coughlan, advisor to Cmmr. Peevey, Michael Yeo, project coordinator, and Scott Logan, analyst, for ORA, representatives of San Diego Gas & Electric Company (SDG&E), the Community Intervenors, the California Independent System Operator (ISO), the Pechanga Tribe, and Centex Homes, Greenpeace and the Sierra Club. Written material (attached to the notice) was used. Scarff explained that if the Commission adopted ALJ's proposed decision, it would not create significant administrative. Scarff noted that the cost estimates developed in the record by SDG&E were too low and that without a reliable

understanding of the project costs, the Commission is not in a position to evaluate properly the feasibility and desirability of alternatives. Scarff further discussed the Commission's current generation procurement proceeding and the opportunity that proceeding provides to test the cost-effectiveness of this project, suggesting that SDG&E solicit generation offers to meet its N-1/G-1 criteria. Scarff explained that such solicitation could be a vehicle for SDG&E to acquire generation from Otay-Mesa or Palomar Energy Center, deferring or eliminating the need for the Valley-Rainbow project. Scarff stated that ORA submit that Mr. Avery's comments are factually incorrect and misleading.

Filer: Office of Ratepayer Advocates – Scarff

Contact: Rosario Espino Phone: (415) 703-1858

email: mre@cpuc.ca.gov